

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

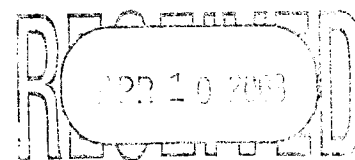
ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

A

W-02678A
A. Petersen Water Company
P.O. Box 807
Clay Springs AZ 85923-0000

ANNUAL REPORT

ARIZONA CORPORATION
COMMISSION



Director of Utilities

FOR YEAR ENDING

12	31	2002
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*6 Jurd
4-10-03
C.M.*

FOR COMMISSION USE

ANN 04	02
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COMPANY INFORMATION

Company Name (Business Name) A. PETERSEN WATER Co.

Mailing Address P.O. Box 807

(Street)

CLAY SPRINGS

(City)

Az.

(State)

85923

(Zip)

928 739-4556

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address SAME

(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: VAUGHN (Bill) PETERSEN

(Name)

(Title)

Box 807

(Street)

CLAY SPRINGS

(City)

Az.

(State)

85923

(Zip)

928 739-4556

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

On Site Manager: SAME

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Statutory Agent: DAVID A. BROWN
 (Name)

1546 E. WHITE MTN. BLVD PINETOP Az. 85935
 (Street) (City) (State) (Zip)

928 367-3235
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: SAME AS STAT AGENT
 (Name)

(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input checked="" type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|--|-----------------------------------|-----------------------------------|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input checked="" type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME

*A. PETERSEN WATER Co.*UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	<i>443</i>	<i>308</i>	<i>135</i>
302	Franchises			
303	Land and Land Rights	<i>1293</i>	<i>896</i>	<i>397</i>
304	Structures and Improvements	<i>7707</i>	<i>5390</i>	<i>2317</i>
307	Wells and Springs	<i>5000</i>	<i>3500</i>	<i>1500</i>
311	Pumping Equipment	<i>13,900</i>	<i>9730</i>	<i>4170</i>
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	<i>3200</i>	<i>1120</i>	<i>2080</i>
331	Transmission and Distribution Mains	<i>30,000</i>	<i>21000</i>	<i>9000</i>
333	Services			
334	Meters and Meter Installations	<i>1100</i>	<i>770</i>	<i>330</i>
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	<i>700</i>	<i>490</i>	<i>210</i>
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	<i>300</i>	<i>210</i>	<i>90</i>
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	<i>63643</i>	<i>43414</i>	<i>20229</i>

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

*A. PETERSEN WATER Co.***CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	<i>443</i>	<i>.05</i>	<i>22</i>
302	Franchises			
303	Land and Land Rights	<i>1293</i>	<i>.05</i>	<i>64</i>
304	Structures and Improvements	<i>7707</i>	<i>.05</i>	<i>385</i>
307	Wells and Springs	<i>5000</i>	<i>.05</i>	<i>250</i>
311	Pumping Equipment	<i>13,900</i>	<i>.05</i>	<i>695</i>
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	<i>3200</i>	<i>.05</i>	<i>160</i>
331	Transmission and Distribution Mains	<i>30,000</i>	<i>.05</i>	<i>1500</i>
333	Services			
334	Meters and Meter Installations	<i>1100</i>	<i>.05</i>	<i>55</i>
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	<i>700</i>	<i>.05</i>	<i>35</i>
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	<i>300</i>	<i>.05</i>	<i>15</i>
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	<i>63643</i>		<i>3181</i>

This amount goes on Comparative Statement of Income and Expense _____
 Acct. No. 403.

COMPANY NAME A. PETERSEN WATER CO.

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 4675	\$ 1348
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 4675	\$ 1348
	FIXED ASSETS		
101	Utility Plant in Service	\$ 53200	\$ 53200
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	40233	43414
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 12967	\$ 9786
	TOTAL ASSETS	\$ 17642	\$ 11134

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

*A. PETERSEN WATER CO.***BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 0	\$ 0
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 0	\$ 0
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 0	\$ 0
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$ 0	\$ 0
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 0	\$ 0
	TOTAL LIABILITIES	\$ 0	\$ 0
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 1000	\$ 1000
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings		
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$	\$
	TOTAL LIABILITIES AND CAPITAL	\$ 1000	\$ 1000

COMPANY NAME A. PETERSEN WATER Co.**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 9263	\$ 10,405
460	Unmetered Water Revenue		
474	Other Water Revenues	25	200
	TOTAL REVENUES	\$ 9288	\$ 10605
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 3000	\$ 2000
610	Purchased Water		
615	Purchased Power	1422	1638
618	Chemicals		
620	Repairs and Maintenance	587	7128
621	Office Supplies and Expense	752	761
630	Outside Services	720	705
635	Water Testing	938	486
641	Rents		
650	Transportation Expenses	420	517
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	86	132
403	Depreciation Expense	3181	3181
408	Taxes Other Than Income		
408.11	Property Taxes	336	363
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 11 442	\$ 16 911
	OPERATING INCOME/(LOSS)	\$	\$
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$
	NET INCOME/(LOSS)	\$ 2154	\$ 6306

COMPANY NAME

*A. PETERSEN WATER CO.***SUPPLEMENTAL FINANCIAL DATA****Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ *0*

Meter Deposits Refunded During the Test Year

\$ *0*

COMPANY NAME

A. PETERSEN WATER CO.

WATER COMPANY PLANT DESCRIPTIONWELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-80500	10	60	440	8	2	UNKNOWN

- Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N/A		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
N/A			

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
10,000	1	3000	1

COMPANY NAME

A. PETERSEN WATER CO.

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	PVC	20000
5		
6		
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	28
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

N/A

STRUCTURES:

STORAGE TANK

PRESSURE TANK

30' X 30' CHAIN LINK FENCE

OTHER:

COMPANY NAME: A. PETERSEN WATER CO.

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2002

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	26	104699	104699
FEBRUARY	26	118889	118889
MARCH	28	140200	140200
APRIL	28	267900	267900
MAY	28	376230	376230
JUNE	28	621330	621330
JULY	28	377220	377220
AUGUST	28	458180	458180
SEPTEMBER	27	260839	260839
OCTOBER	27	188220	188220
NOVEMBER	28	145140	145140
DECEMBER	28	104300	104300
TOTAL		N/A	3163147

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☒ Yes ☐ No

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

☐ Yes ☒ No

If yes, provide the GPCPD amount: N/A

What is the level of arsenic for each well on your system. 0.003 mg/l

(If more than one well, please list each separately)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME A. PETERSEN WATER CO. YEAR ENDING 12/31/2002

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2002 was: \$ 363.70

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

A. PETERSEN WATER COMPANY
ANN OR VAUGHN PETERSEN
P. O. BOX 807
4961 ROGERS LANE
CLAY SPRINGS, AZ 85923
520-739-4556


91-237
1221
22435574

2158

DATE 12-13-02

PAY TO THE
ORDER OF

NAVAJO COUNTY TREASURER \$ 181.85

ONE HUNDRED EIGHTY-ONE AND 85/100 DOLLARS  Security Features
Included
Details on Back.

BANK ONE.

Bank One, Arizona, NA
Phoenix, Arizona 85073
www.bankone.com

956-40-540-7

MEMO 2 1/2 2002 TAXES

⑆ 1 2 2 1 0 0 0 2 4 ⑆

2 2 4 3 5 5 7 4 ⑈ 2 1 5 8 ⑈ 0 0 0 0 0 1 8 1 8 5 ⑈

A. PETERSEN WATER COMPANY
ANN OR VAUGHN PETERSEN
P. O. BOX 807
4961 ROGERS LANE
CLAY SPRINGS, AZ 85923
520-739-4556


91-237
1221
22435574

2147

DATE 10-28-02

PAY TO THE
ORDER OF

NAVAJO COUNTY TREASURER \$ 181.85

ONE HUNDRED EIGHTY-ONE AND 85/100 DOLLARS  Security Features
Included
Details on Back.

BANK ONE.

Bank One, Arizona, NA
Phoenix, Arizona 85073
www.bankone.com

956-40-540-7

MEMO 1 1/2 2002 TAX

⑆ 1 2 2 1 0 0 0 2 4 ⑆

2 2 4 3 5 5 7 4 ⑈ 2 1 4 7 ⑈ 0 0 0 0 0 1 8 1 8 5 ⑈

COMPANY NAME A. PETERSEN WATER Co.

YEAR ENDING 12/31/2002

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 11 260
Estimated or Actual Federal Tax Liability _____State Taxable Income Reported - 3457
Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances 0
Amount of Gross-Up Tax Collected 1
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

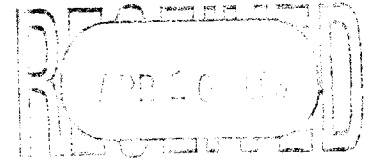
CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Vaughn Petersen
SIGNATURE31 MARCH 2003
DATEVAUGHN PETERSEN
PRINTED NAMEPRESIDENT
TITLE

VERIFICATION AND SWORN STATEMENT

Intrastate Revenues Only



VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>NAVAJO</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>PRESIDENT</u>
COMPANY NAME	<u>A. PETERSEN WATER Co.</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2002</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2002 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 0

(THE AMOUNT IN BOX ABOVE
INCLUDES \$
IN SALES TAXES BILLED, OR COLLECTED

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

Vaughn Petersen
SIGNATURE OF OWNER OR OFFICIAL
(928) 739-4556
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

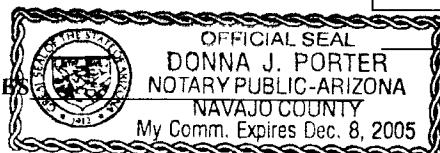
THIS

31

DAY OF

COUNTY NAME	<u>Navajo</u>	
MONTH	<u>March</u>	<u>2003</u>

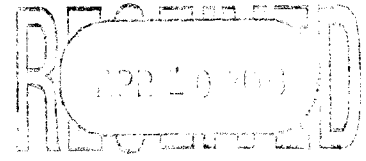
(SEAL)
MY COMMISSION EXPIRES



Donna J. Porter
SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

ARIZONA CORPORATION
COMMISSION



VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) <u>NAVAJO</u>	
NAME (OWNER OR OFFICIAL) <u>VAUGHN PETERSEN</u>	TITLE <u>PRESIDENT</u>
COMPANY NAME <u>A. PETERSEN WATER CO.</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2002</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2002 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 11260

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 655
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

Vaughn Petersen
SIGNATURE OF OWNER OR OFFICIAL

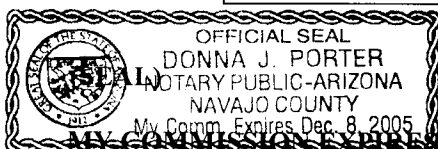
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

31

DAY OF



NOTARY PUBLIC NAME <u>Donna J. Porter</u>	
COUNTY NAME <u>Navajo</u>	
MONTH <u>March</u>	<u>20 03</u>

X Donna J. Porter
SIGNATURE OF NOTARY PUBLIC